## LEGAL NOTICE

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on TUESDAY, OCTOBER 17, 2006, upon the application of NADEL & GUSSMAN-JETTA OPERATING COMPANY.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the "F" Zone of the Hosston Sand, Hall Sand of the Davis Interval of the Cotton Valley Formation and the Vaughn Sand, in the Hico-Knowles Field, Lincoln Parish, Louisiana.

- 1. To permit the applicant to designate and utilize an existing well bore, the Nadel & Gussman-Jetta Production Company-Dubach State Bank No. 1 Well, as a substitute unit well for the production of gas and condensate from the "F" Zone of the Hosston Sand, in the unit designated HOSS F SUD, in exception to the spacing provisions of Office of Conservation Order No. 137-H-1, effective January 1, 1960, such unit and well shown on the plat submitted with the application.
- 2. To find that the proposed substitute unit well, at the location shown on the plat submitted with the application, is necessary to assist in draining a portion of the "F" Zone of the Hosston Sand in the HOSS F SUD that cannot be drained by any other well located therein.
- 3. To permit the unit operator to downhole combine the production from the "F" Zone of the Hosston Sand, the Vaughn Sand and the Hall Sand of the Davis Interval of the Cotton Valley Formation, in any well bore located within the units designated HOSS F SUD, the VGN SU15 and the HALL SUI, such units being identical in arial extent and having the same Working and Royalty Interests, such units shown on the plat submitted with the application and being made a part hereof.
- 4. To find that the downhole combination of the "F" Zone of the Hosston Sand, the Vaughn Sand and the Hall Sand of the Cotton Valley Formation is in the interests of conservation, will prevent waste and will maximize the efficient and economic recovery of gas and condensate from said reservoirs.
- 5. To permit the allowable assignment to be assigned to and the unit production credited to the deepest reservoir from which is down hole combined.
- 6. To consider such other matters as may be pertinent.

The "F" Zone of the Hosston Sand was defined in Office of Conservation Order No. 137-H, effective August 1, 1959, the Vaughn Sand was defined in Office of Conservation Order No. 137, effective August 5, 1947 and the Hall Sand of the Davis Interval of the Cotton Valley Formation was defined in Office of Conservation Order No. 137-U, effective September 1, 1967.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 9/28/06;10/3/06 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.